SOUTH THORNWELL FIELD 03-893 and 03-894

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on TUESDAY, NOVEMBER 18, 2003, upon the application of DENBURY RESOURCES INC. At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the First Planulina Sand, Reservoir D and the Discorbis Sand, Reservoir A, in the South Thornwell Field, Jefferson Davis Parish, Louisiana.

1. To redefine the First Planulina Zone, Reservoir D, as being that gas and condensate bearing zone encountered between the depths of 9.462.

- oredefine the First Planulina Zone, Reservoir D, as being that gas and condensate bearing zone encountered between the depths of 9,462' and 9,945' (ELM) in the Denbury Resources Inc. Blank Living Trust No. 1 Well, located in Section 36, Township 11 South, Range 5 West.
- 2. To permit the applicant to drill, designate and utilize the Denbury Resources Inc. Blank Living Trust No. 1 Well as substitute unit well for the PLAN 1 RD SUA, said well located as shown on the plat submitted with the application.
- 3. To find that the proposed substitute unit well for the PLAN 1 RD SUA is necessary to efficiently and economically drained a portion of the reservoir covered by the unit in which it is situated which cannot be so drained by any existing well within such unit.
- 4. Except to the extent contrary herewith, to confirm and continue in effect the unit established by Office of Conservation Order No. 479-H-1, and the provisions thereof relating to said unit.
- 5. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the Discorbis Sand, Reservoir A, said unit to be designated DISC RA SUA.
- 6. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
- 7. To designate Denbury Resources Inc. as operator of the proposed PLAN 1 RD SUA and DISC RA SUA.
- 8. To designate the Denbury Resources Inc. Blank Living Trust No. 1 Well as unit well for the proposed DISC RA SUA.
- 9. To provide that any future wells drilled to the Discorbis Sand, Reservoir A, should be located in accordance with the spacing provisions of Statewide Order No. 29-E.
- 10. To provide that the Commissioner of Conservation should be authorized to reclassify the proposed sand and reservoir by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 11. To consider such other matters as may be pertinent.

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The First Planulina Sand, Reservoir D, in the South Thornwell Field, Jefferson Davis Parish, Louisiana, was previously defined in Office of Conservation Order No. 479-H-1, effective November 12, 1985.

The First Planulina Zone, Reservoir D, in the South Thornwell Field, Jefferson Davis Parish, Louisiana, is hereby defined as being that gas and condensate bearing zone encountered between the depths of 9,462' and 9,945' (ELM) in the Denbury Resources Inc. - Blank Living Trust No. 1 Well, located in Section 36, Township 11 South, Range 5 West.

The Discorbis Sand, Reservoir A, in the South Thornwell Field, Jefferson Davis Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand encountered between the depths of 10,376' and 10,403' (ELM) in the Denbury Resources Inc. - Blank Living Trust No. 1 Well, located in Section 36, Township 11 South, Range 5 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Lafavette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 10/9/03;10/14/03 L dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.